

MEMORANDUM

DEPARTMENT OF TRANSPORTATION

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DATE: October 11, 2011

TO: Statewide Transportation Advisory Committee

FROM: Laurie Freedle, CDOT Budget Director

SUBJECT: Information to be presented at the Transportation Commission's October Budget Workshop

In the October Budget Workshop, staff will request a decision on the additional funds from FY11, and seek final guidance in preparation of the final draft of the FY13 budget which the Commission will adopt in November. This budget must be presented to the legislature by December 15th. Keep in mind that we will refresh revenue expectations and discuss the budget again in the spring before it is finalized and sent to the Governor in April. Following is more detail about what will be presented.

1. FY11 Funding Allocation

Last month, CDOT staff presented, and the TC discussed, several alternatives for the allocation of the FY11 funds. This discussion included a verbal review of the alternatives discussed by the STAC, as well as comments by Steve Rudy on behalf of the STAC. The TC was informed that STAC had not yet reached consensus on an alternative to recommend, but would likely do so in October. After hearing the STAC's and the TC's discussions and further internal review, the Staff Recommendation for allocation is as follows:

Miscellaneous \$13.8M

Rockfall Mitigation \$2 Million
 Road Equipment \$5 Million
 (Beetle Kill tree removal for \$2 Million and Loan to DTR for Transit Operator's grants for \$4.8 Million were approved in September's 4th Supplement.)

<i>Funding Type</i>		<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>	<i>5</i>	<i>6</i>	<i>Statewide</i>
Surface Treatment	\$90.0	11.3	18.2	14.0	20.4	10.5	15.7	-
Twin Tunnels	\$60.0	60.0	-	-	-	-	-	-
Regional Priorities	\$34.3	5.0	5.7	4.8	5.2	3.1	10.5	-
I-25 Co. Spgs Pine Crk to Interquest	\$31.0	-	31.0	-	-	-	-	-
SubTotal	\$215.3	\$76.3	\$54.8	\$18.8	\$25.7	\$13.6	\$26.1	\$0.0
<i>% of SubTotal</i>		<i>35.4%</i>	<i>25.5%</i>	<i>8.7%</i>	<i>11.9%</i>	<i>6.3%</i>	<i>12.1%</i>	<i>0.0%</i>
Miscellaneous	\$ 13.8							
Total	\$229.1							

This presentation of the information shows the two high priority projects coming off the top of the funding available and other funds being distributed based on the formulae associated with the respective program.

CDOT Staff requests that the STAC provide the TC with its recommendations as well. Whatever alternative is selected will be approved as a part of the 5th Budget Supplement during the TC’s formal meeting on Thursday, October 20th.

2. FY13 Budget

The Staff Recommendation for revenue projections for the FY13 budget is as follows:

FY 2013 Budget Revenue Information	
CDOT Revenue:	Amount
HUTF Revenue to CDOT	400,000,000
FASTER Safety pursuant to SB09-108	99,400,000
HUTF Transit and Rail funds pursuant to SB09-108 (Local)	5,000,000
State Bridge Enterprise Fund pursuant to SB09-108	93,000,000
Total CDOT Miscellaneous Funds	29,500,000
Toll Collections	2,500,000
State Infrastructure Bank:	500,000
S.B. 09-228 transportation transfer	-
Total Limited Gaming Fund	-
Local FHWA Match	17,112,028
FHWA Apportionments Available to CDOT	397,341,586
Total FTA Administered by CDOT	16,800,000
Total Aeronautics Funds	39,500,000
Total Safety Education	4,000,000
Total CDOT Revenue	\$1,104,653,614

Since the revenue estimate for FY 13 is very similar to the adopted FY12 budget, staff intends to use the FY12 Commission direction to set expenditures for the FY13 budget. If the Commission adopts a more pessimistic revenue estimate then further adjustments to the expenditure levels would be needed. The FY 13 expenditures will be presented to you at the STAC meeting.

At their budget workshop on October 19, the Commission will be discussing target MLOS levels and some adjustments for TC decision items which may result in minor modifications to the FY 13 budget.

If you have any questions regarding the information provided prior to the meeting, please feel free to call me at (303) 757-9171 or email laurie.freedle@dot.state.co.us.